

**UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE**

In re:	)	Chapter 11
	)	
W.R. GRACE & CO., <u>et al.</u> ,	)	Case No. 01-01139 (JKF)
	)	
Debtors.	)	(Jointly Administered)
	)	Obj. Deadline: April 1, 2010

**EIGHTY-FIFTH APPLICATION OF BLACKSTONE ADVISORY PARTNERS L.P.  
AS FINANCIAL ADVISOR TO W.R. GRACE & CO. AND AFFILIATES FOR  
COMPENSATION AND REIMBURSEMENT OF EXPENSES INCURRED  
FOR THE PERIOD OF JANUARY 1, 2010 THROUGH JANUARY 31, 2010**

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Name of Applicant: Blackstone Advisory Partners L.P.

Authorized to Provide  
Professional Services to: Debtors

Date of Retention Order: June 22, 2001, effective April 2, 2001

Period for which compensation and  
reimbursement is sought: January 1, 2010 through January 31, 2010

Amount of Compensation sought as actual, reasonable and necessary:	<u>Total</u> \$150,000.00	<u>(Holdback @ 20%)</u> (\$30,000.00)
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Amount of Expense Reimbursement sought as actual, reasonable and necessary:	\$1,633.77
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Amount of Cash Payment Sought: \$121,633.77

This is a   x   monthly    interim    final application

## Summary of Monthly Applications:

Date Filed	Period(s) Covered	Requested		Approved		Unapproved	Unpaid
		Fees	Expenses	Fees	Expenses	Holdback(s)	Holdbacks
07/31/01	04/02/01 – 06/30/01	\$519,166.66	7,663.95	\$519,166.66	7,663.95	\$--	\$--
08/24/01	07/01/01 – 07/31/01	175,000.00	3,504.53	175,000.00	3,504.53	--	--
10/16/01	08/01/01 – 08/31/01	175,000.00	16,124.84	175,000.00	16,124.84	--	--
11/21/01	09/01/01 – 09/30/01	175,000.00	11,846.09	175,000.00	11,846.09	--	--
11/30/01	10/01/01 – 10/31/01	175,000.00	5,042.39	175,000.00	5,042.39	--	--
01/31/02	11/01/01 – 11/30/01	175,000.00	7,477.10	175,000.00	7,477.10	--	--
01/31/02	12/01/01 – 12/31/01	175,000.00	2,133.92	175,000.00	2,133.92	--	--
03/15/02	01/01/02 – 01/31/02	175,000.00	5,140.26	175,000.00	5,140.26	--	--
04/05/02	02/01/02 – 02/28/02	175,000.00	1,719.69	175,000.00	1,719.69	--	--
05/02/02	03/01/02 – 03/31/02	175,000.00	631.92	175,000.00	631.92	--	--
07/25/02	04/01/02 – 04/30/02	175,000.00	2,736.03	175,000.00	2,736.03	--	--
08/15/02	05/01/02 – 05/31/02	175,000.00	516.61	175,000.00	516.61	--	--
08/15/02	06/01/02 – 06/30/02	175,000.00	733.20	175,000.00	733.20	--	--
11/13/02	07/01/02 – 07/31/02	175,000.00	2,603.74	175,000.00	2,603.74	--	--
11/13/02	08/01/02 – 08/31/02	175,000.00	3,547.21	175,000.00	3,547.21	--	--
11/13/02	09/01/02 – 09/30/02	175,000.00	1,611.87	175,000.00	1,611.87	--	--
02/14/03	10/01/02 – 10/31/02	175,000.00	1,848.24	175,000.00	1,848.24	--	--
02/14/03	11/01/02 – 11/30/02	175,000.00	2,109.76	175,000.00	2,109.76	--	--
02/14/03	12/01/02 – 12/31/02	175,000.00	1,570.49	175,000.00	1,570.49	--	--
03/25/04	01/01/03 – 12/31/03	525,000.00	10,063.83	525,000.00	10,063.83	--	--
08/17/04	01/01/04 – 06/30/04	525,000.00	2,833.02	525,000.00	2,833.02	--	--
11/15/04	07/01/04 – 09/30/04	525,000.00	22,158.70	525,000.00	22,158.70	--	--
11/24/04	10/01/04 – 10/31/04	175,000.00	3,635.27	175,000.00	3,635.27	--	--
01/24/05	11/01/04 – 11/30/04	175,000.00	4,369.47	175,000.00	4,369.47	--	--
01/24/05	12/01/04 – 12/31/04	175,000.00	1,129.94	175,000.00	1,129.94	--	--
03/07/05	01/01/05 – 01/31/05	175,000.00	2,347.64	175,000.00	2,347.64	--	--
05/19/05	02/01/05 – 02/28/05	175,000.00	742.42	175,000.00	742.42	--	--
05/19/05	03/01/05 – 03/31/05	175,000.00	1,106.33	175,000.00	1,106.33	--	--
08/26/05	04/01/05 – 04/30/05	100,000.00	3,082.08	100,000.00	3,082.08	--	--
08/26/05	05/01/05 – 05/31/05	50,000.00	1,709.38	50,000.00	1,709.38	--	--
08/26/05	06/01/05 – 06/30/05	50,000.00	2,917.10	50,000.00	2,917.10	--	--
05/10/06	07/01/05 – 07/31/05	75,000.00	2,289.24	75,000.00	2,289.24	--	--
05/10/06	08/01/05 – 08/31/05	50,000.00	2,304.36	50,000.00	2,304.36	--	--
05/10/06	09/01/05 – 09/30/05	25,000.00	679.00	25,000.00	679.00	--	--
06/21/06	10/01/05 – 10/31/05	100,000.00	786.97	100,000.00	786.97	--	--
06/21/06	11/01/05 – 11/30/05	100,000.00	1,854.08	100,000.00	1,854.08	--	--
06/21/06	12/01/05 – 12/31/05	100,000.00	488.35	100,000.00	488.35	--	--
07/25/06	01/01/06 – 01/31/06	50,000.00	1,369.41	50,000.00	1,369.41	--	--
07/25/06	02/01/06 – 02/28/06	100,000.00	560.94	100,000.00	560.94	--	--
07/25/06	03/01/06 – 03/31/06	100,000.00	1,273.41	100,000.00	1,273.41	--	--
09/21/06	04/01/06 – 04/30/06	75,000.00	208.81	75,000.00	208.81	--	--
09/21/06	05/01/06 – 05/31/06	100,000.00	1,660.26	100,000.00	1,660.26	--	--
09/21/06	06/01/06 – 06/30/06	125,000.00	2,155.45	125,000.00	2,155.45	--	--
10/18/06	07/01/06 – 07/31/06	125,000.00	4,794.17	125,000.00	4,794.17	--	--
11/30/06	08/01/06 – 08/31/06	75,000.00	1,665.99	75,000.00	1,665.99	--	--
11/30/06	09/01/06 – 09/30/06	75,000.00	995.60	75,000.00	995.60	--	--
02/28/07	10/01/06 – 10/31/06	100,000.00	704.00	100,000.00	704.00	--	--
02/28/07	11/01/06 – 11/30/06	175,000.00	1,104.42	175,000.00	1,104.42	--	--
02/28/07	12/01/06 – 12/31/06	150,000.00	1,509.61	150,000.00	1,509.61	--	--

Date Filed	Period(s) Covered	Requested		Approved		Unapproved	Unpaid
		Fees	Expenses	Fees	Expenses	Holdback(s)	Holdbacks
04/10/07	01/01/07 – 01/31/07	100,000.00	5,412.84	100,000.00	5,412.84	--	--
06/29/07	02/28/07 – 02/28/07	100,000.00	1,260.82	100,000.00	1,260.82	--	--
06/29/07	03/01/07 – 03/31/07	100,000.00	535.30	100,000.00	535.30	--	--
09/20/07	04/01/07 – 04/30/07	100,000.00	3,145.97	100,000.00	3,145.97	--	--
09/20/07	05/01/07 – 05/31/07	125,000.00	148.40	125,000.00	148.40	--	--
09/20/07	06/01/07 – 06/30/07	125,000.00	584.53	125,000.00	584.53	--	--
11/19/07	07/01/07 – 07/31/07	125,000.00	786.94	125,000.00	786.94	--	--
11/19/07	08/01/07 – 08/31/07	--	997.55	--	997.55	--	--
11/19/07	09/01/07 – 09/30/07	75,000.00	585.59	75,000.00	585.59	--	--
03/13/08	10/01/07 – 10/31/07	100,000.00	1,518.85	100,000.00	1,518.85	--	--
03/13/08	11/01/07 – 11/30/07	75,000.00	241.73	75,000.00	241.73	--	--
03/13/08	12/01/07 – 12/31/07	50,000.00	270.44	50,000.00	270.44	--	--
05/22/08	01/01/08 – 01/31/08	100,000.00	2,618.39	100,000.00	2,618.39	--	--
05/22/08	02/01/08 – 02/29/08	150,000.00	377.34	150,000.00	377.34	--	--
05/22/08	03/01/08 – 03/31/08	75,000.00	1,468.54	75,000.00	1,468.54	--	--
10/16/08	04/01/08 – 04/30/08	150,000.00	370.04	150,000.00	370.04	--	--
10/16/08	05/01/08 – 05/31/08	125,000.00	868.61	125,000.00	868.61	--	--
10/16/08	06/01/08 – 06/30/08	175,000.00	7,178.80	175,000.00	7,178.80	--	--
01/09/09	07/01/08 – 07/31/08	175,000.00	1,507.33	175,000.00	1,507.33	--	--
01/09/09	08/01/08 – 08/31/08	175,000.00	3,482.81	175,000.00	3,482.81	--	--
01/09/09	09/01/08 – 09/30/08	175,000.00	7,491.74	175,000.00	7,491.74	--	--
01/09/09	10/01/08 – 10/31/08	150,000.00	3,166.54	120,000.00	3,166.54	--	--
04/20/09	11/01/08 – 11/30/08	75,000.00	3,762.45	75,000.00	3,762.45	--	--
04/20/09	12/01/08 – 12/31/08	75,000.00	4,251.05	75,000.00	4,251.05	--	--
07/06/09	01/01/09 – 01/31/09	75,000.00	407.84	75,000.00	407.84	--	--
07/06/09	02/01/09 – 02/28/09	175,000.00	840.67	175,000.00	840.67	--	--
07/06/09	03/01/09 – 03/31/09	150,000.00	1,515.13	150,000.00	1,515.13	--	--
09/03/09	04/01/09 – 04/30/09	150,000.00	1,757.02	150,000.00	1,757.02	--	30,000.00
09/03/09	05/01/09 – 05/31/09	175,000.00	4,503.06	175,000.00	1,515.13	--	--
09/03/09	06/01/09 – 06/30/09	175,000.00	4,246.49	140,000.00	4,246.49	--	--
12/14/09	07/01/09 – 07/31/09	175,000.00	10,766.12	140,000.00	10,766.12	35,000.00	--
12/14/09	08/01/09 – 08/31/09	175,000.00	2,367.44	140,000.00	2,367.44	35,000.00	--
12/14/09	09/01/09 – 09/30/09	100,000.00	3,953.33	80,000.00	3,953.33	20,000.00	--
12/15/09	10/01/09 – 10/31/09	100,000.00	1,354.62	80,000.00	1,354.62	20,000.00	--
--	11/01/09 – 11/30/09	--	--	--	--	--	--
02/12/10	12/01/09 – 12/31/09	100,000.00	1,839.20	80,000.00	1,839.20	20,000.00	--

**Blackstone Advisory Partners L.P.**

March 12, 2010

Mr. Fred Festa  
 Chairman, President and Chief Executive Officer  
 W.R. Grace & Co.  
 7500 Grace Drive  
 Columbia, Maryland 21044

Monthly advisory fee for the period of January 1, 2010 through January 31, 2010: \$ 150,000.00

Less: 20% holdback pursuant to the Court's Administrative Order (30,000.00)

Out-of-pocket expenses processed for the period through January 31, 2010:<sup>(1)</sup>

Airfare	\$	30.00	
Ground Transportation		583.66	
Communications		13.34	
Meals		235.05	
Document Production		18.73	
Lodging		736.19	
Research		16.80	
			<u>1,633.77</u>
<b>Total Amount Due</b>	<b>\$</b>		<b><u>121,633.77</u></b>

**Please wire transfer funds to:**

JP Morgan Chase  
 One Chase Manhattan Plaza  
 New York, NY 10017  
 ABA# 021 000 021  
 Credit Account: Blackstone Advisory Partners L.P.  
 Account Receivable Dept. 16th Floor  
 Account # 066-287472

Invoice Number: 43584

<sup>1</sup> Expenses incurred, but not yet processed due to timing differences will be billed at a later date.

**Blackstone Advisory Partners L.P.**  
 345 Park Avenue  
 New York, NY 10154  
 212 583-5000

**W.R. Grace & Co.**  
**Summary of Expenses**

	<b>GL Detail Jan-10</b>	<b>Total Expenses</b>
Airfare	\$ 30.00	\$ 30.00
Ground Transportation - Local Travel	20.88	20.88
Ground Transportation - Out of Town Travel	366.18	366.18
Ground Transportation - Railroad	196.60	196.60
Communications - Teleconferencing	13.34	13.34
Meals with Clients	68.24	68.24
Employee Meals	166.81	166.81
Document Production	18.73	18.73
Lodging	736.19	736.19
External Research - Online Database	16.80	16.80
<b>Total Expenses</b>	<b>\$ 1,633.77</b>	<b>\$ 1,633.77</b>
<b>Airfare</b>		<b>\$ 30.00</b>
<b>Ground Transportation</b>		<b>583.66</b>
<b>Communications</b>		<b>13.34</b>
<b>Meals</b>		<b>235.05</b>
<b>Document Production</b>		<b>18.73</b>
<b>Lodging</b>		<b>736.19</b>
<b>Research</b>		<b>16.80</b>
<b>Total Expenses</b>		<b>\$ 1,633.77</b>

W.R. Grace & Co.  
Detail of Expenses Processed  
Through January 31, 2010  
Invoice No. 43584

Airfare

Bonanno (exchange fee for time change of flight to Washington, DC from Queens, NY on 12/16/09 - see Invoice No. 43460)	12/16/09	30.00	
	<b>Subtotal - Airfare</b>	\$ 30.00	

Ground Transportation - Local Travel

Bonanno (weeknight taxi home from Blackstone after working late)	12/15/09	10.32	
Sperling (taxi to New York Penn Station from Blackstone)	12/16/09	10.56	
	<b>Subtotal - Ground Transportation - Local Travel</b>	20.88	

Ground Transportation - Out of Town Travel

Bonanno (Hertz car rental for transportation while in Columbia, MD)	12/16/09 - 12/17/09	191.18	
O'Connell (taxi to hotel in Columbia, MD from BWI train station in Baltimore, MD)	12/15/09	60.00	
O'Connell (taxi to BWI train station in Baltimore, MD from client meeting in Columbia, MD)	12/16/09	60.00	
Sperling (taxi to hotel in Columbia, MD from BWI train station in Baltimore, MD)	12/15/09	55.00	
	<b>Subtotal - Ground Transportation - Out of Town Travel</b>	366.18	

Ground Transportation - Railroad

Sperling (travel agency fee for booking of one-way train travel to Baltimore, MD from New York, NY on 12/15/09)	12/14/09	20.00	
Sperling (one-way train trip to Baltimore, MD from New York, NY)	12/15/09	176.60	
	<b>Subtotal - Ground Transportation - Railroad</b>	196.60	

Communications - Teleconferencing

O'Connell	07/30/09	2.92	
O'Connell	11/24/09	10.42	
	<b>Subtotal - Communications - Teleconferencing</b>	13.34	

Meals with Clients

O'Connell (1 working dinner meal with B. Dockman of W.R. Grace in Columbia, MD)	12/15/09	68.24	
	<b>Subtotal - Meals with Clients</b>	68.24	

Employee Meals

Bonanno (1 working dinner meal while in Columbia, MD)	12/16/09	51.90	
Bonanno (1 working breakfast meal while in Columbia, MD)	12/17/09	4.46	
O'Connell (1 working lunch meal @ BWI train station in Baltimore, MD)	12/16/09	16.80	
Sperling (1 working dinner meal while in Columbia, MD)	12/16/09	51.90	
Sperling (1 working dinner meal while in Columbia, MD)	12/17/09	41.75	
	<b>Subtotal - Employee Meals</b>	166.81	

Document Production

O'Connell (fee for photocopying of documents @ hotel in Columbia, MD)	12/16/09	18.73	
	<b>Subtotal - Document Production</b>	18.73	

Lodging

Bonanno (1 day hotel stay in Columbia, MD)	12/16/09 - 12/17/09	178.83	
O'Connell (1 day hotel stay in Columbia, MD)	12/15/09 - 12/16/09	199.70	
Sperling (2 day hotel stay in Columbia, MD)	12/15/09 - 12/16/09	357.66	
	<b>Subtotal - Lodging</b>	736.19	

External Research - Online Database

de Almeida (retrieved documents from Court docket via P.A.C.E.R.)	03/21/09	2.40	
de Almeida (retrieved documents from Court docket via P.A.C.E.R.)	06/18/09	7.20	
de Almeida (retrieved documents from Court docket via P.A.C.E.R.)	08/21/09	2.40	
de Almeida (retrieved documents from Court docket via P.A.C.E.R.)	12/12/09	4.80	
	<b>Subtotal - External Research - Online Database</b>	16.80	

<b>Total Expenses</b>	<b>\$ 1,633.77</b>
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**BLACKSTONE ADVISORY PARTNERS L.P.  
SUMMARY OF HOURS FOR THE PERIOD OF  
JANUARY 1, 2010 THROUGH JANUARY 31, 2010**

<b>Professional</b>	<b>Title</b>	<b>Hours</b>
Jamie O'Connell	Managing Director	36.8
Matthew Bonnano	Associate	45.7
Michael Sperling	Analyst	97.7
	<b>Total</b>	<u><u>180.2</u></u>

**BLACKSTONE ADVISORY PARTNERS L.P.  
HOURLY DETAILS FOR THE PERIOD OF  
JANUARY 1, 2010 THROUGH JANUARY 31, 2010**

Professional	Date	Hours	Category	Explanation
Matthew Bonanno	01/05/10	0.6	Business Analysis	Review financial analysis
Jamie O'Connell	01/05/10	0.2	Business Analysis	Review financial analysis of deferred payments
Jamie O'Connell	01/06/10	0.3	Business Analysis	Status update M. Bonanno and M. Sperling
Matthew Bonanno	01/06/10	0.3	Business Analysis	Status update J. O'Connell and M. Sperling
Michael Sperling	01/06/10	0.3	Business Analysis	Status update J. O'Connell and M. Bonanno
Matthew Bonanno	01/08/10	0.2	Business Analysis	Status update with M. Sperling
Michael Sperling	01/08/10	0.2	Business Analysis	Status update with M. Bonanno
Michael Sperling	01/08/10	4.3	Business Analysis	Financial model updates
Michael Sperling	01/11/10	2.2	Business Analysis	Financial model updates
Michael Sperling	01/12/10	4.2	Business Analysis	Financial model updates
Jamie O'Connell	01/14/10	0.4	Business Analysis	Financial analysis
Michael Sperling	01/15/10	3.1	Business Analysis	Financial model updates
Michael Sperling	01/19/10	6.3	Business Analysis	Financial model updates
Michael Sperling	01/20/10	4.7	Business Analysis	Financial model updates
Matthew Bonanno	01/21/10	8.3	Business Analysis	Attend management meetings in Columbia, MD
Michael Sperling	01/21/10	8.3	Business Analysis	Attend management meetings in Columbia, MD
Jamie O'Connell	01/25/10	0.4	Business Analysis	Review correspondence and financial analysis
Jamie O'Connell	01/25/10	0.1	Business Analysis	Review correspondence regarding committee information request
Michael Sperling	01/25/10	1.7	Business Analysis	Financial model updates
Michael Sperling	01/26/10	0.1	Business Analysis	Call w/ D. Grebow re: warrant pricing
Michael Sperling	01/27/10	2.2	Business Analysis	Financial model updates
		<u>48.4</u>		



**BLACKSTONE ADVISORY PARTNERS L.P.  
HOURLY DETAILS FOR THE PERIOD OF  
JANUARY 1, 2010 THROUGH JANUARY 31, 2010**

Professional	Date	Hours	Category	Explanation
Jamie O'Connell	01/03/10	0.2	Claims Analysis Objection/Resolution	Review correspondence from management regarding pre-petition bank debt claims
Jamie O'Connell	01/03/10	0.2	Claims Analysis Objection/Resolution	Review correspondence from counsel regarding pre-petition bank debt claims
Jamie O'Connell	01/03/10	0.2	Claims Analysis Objection/Resolution	Correspondence to M. Bonanno regarding pre-petition bank debt claims
Matthew Bonanno	01/03/10	1.1	Claims Analysis Objection/Resolution	Review bank debt interest rate analysis
Matthew Bonanno	01/03/10	0.3	Claims Analysis Objection/Resolution	Correspondence with K&E regarding bank debt interest rate analysis
Michael Sperling	01/03/10	2.3	Claims Analysis Objection/Resolution	Bank debt interest rate analyses
Jamie O'Connell	01/04/10	0.3	Claims Analysis Objection/Resolution	Correspondence with counsel regarding pre-petition bank debt claims
Jamie O'Connell	01/04/10	0.2	Claims Analysis Objection/Resolution	Call with M. Bonanno regarding pre-petition bank debt
Matthew Bonanno	01/04/10	0.6	Claims Analysis Objection/Resolution	Correspondence with K&E regarding bank debt interest rate analysis
Matthew Bonanno	01/04/10	0.4	Claims Analysis Objection/Resolution	Correspondence with K&E regarding bank debt interest rate analysis
Matthew Bonanno	01/04/10	0.2	Claims Analysis Objection/Resolution	Call with J. O'Connell regarding pre-petition bank debt
Michael Sperling	01/04/10	1.8	Claims Analysis Objection/Resolution	Bank debt interest rate analyses
Michael Sperling	01/04/10	0.3	Claims Analysis Objection/Resolution	Bank debt pricing analysis
Jamie O'Connell	01/06/10	0.2	Claims Analysis Objection/Resolution	Review materials from counsel regarding pre-petition bank debt claims
Jamie O'Connell	01/08/10	0.2	Claims Analysis Objection/Resolution	Review correspondence regarding claims analysis
Michael Sperling	01/08/10	0.7	Claims Analysis Objection/Resolution	L/C interest claims analysis
Jamie O'Connell	01/09/10	0.2	Claims Analysis Objection/Resolution	Call with M. Sperling regarding claims analysis
Jamie O'Connell	01/09/10	0.3	Claims Analysis Objection/Resolution	Review analysis of claims estimates
Michael Sperling	01/09/10	0.2	Claims Analysis Objection/Resolution	Call with J. O'Connell regarding claims analysis
Michael Sperling	01/09/10	4.7	Claims Analysis Objection/Resolution	L/C interest claims analysis
Jamie O'Connell	01/10/10	0.2	Claims Analysis Objection/Resolution	Review analysis of claims estimates
Jamie O'Connell	01/10/10	0.2	Claims Analysis Objection/Resolution	Call with M. Sperling regarding claims analysis
Michael Sperling	01/10/10	1.5	Claims Analysis Objection/Resolution	L/C interest claims analysis
Michael Sperling	01/10/10	0.2	Claims Analysis Objection/Resolution	Call with J. O'Connell regarding claims analysis
Jamie O'Connell	01/11/10	0.3	Claims Analysis Objection/Resolution	Review analysis of claims estimates
Michael Sperling	01/13/10	2.7	Claims Analysis Objection/Resolution	L/C interest claims analysis
Jamie O'Connell	01/22/10	0.3	Claims Analysis Objection/Resolution	Review claims analysis
Jamie O'Connell	01/22/10	0.3	Claims Analysis Objection/Resolution	Call with M. Shelnitz, T. Freedman and M. Sperling regarding claims
Jamie O'Connell	01/22/10	0.2	Claims Analysis Objection/Resolution	Meeting with internal team regarding claims
Matthew Bonanno	01/22/10	0.2	Claims Analysis Objection/Resolution	Meeting with internal team regarding claims
Michael Sperling	01/22/10	0.3	Claims Analysis Objection/Resolution	Call with M. Shelnitz, T. Freedman and J. O'Connell regarding claims
Michael Sperling	01/22/10	0.2	Claims Analysis Objection/Resolution	Meeting with internal team regarding claims
Jamie O'Connell	01/25/10	0.2	Claims Analysis Objection/Resolution	Review correspondence regarding pre-petition bank debt claims
Michael Sperling	01/25/10	0.6	Claims Analysis Objection/Resolution	Pre-petition bank debt analysis
Michael Sperling	01/25/10	0.4	Claims Analysis Objection/Resolution	Pre-petition bank debt analysis
Michael Sperling	01/27/10	1.3	Claims Analysis Objection/Resolution	Claims analysis
		<u>23.7</u>		

BLACKSTONE ADVISORY PARTNERS L.P.  
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Professional	Date	Hours	Category	Explanation
Matthew Bonanno	01/26/10	0.5	Committee	Handle committee information request
Michael Sperling	01/28/10	0.3	Committee	Committee information requests
		<u>0.8</u>		

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Professional	Date	Hours	Category	Explanation
Jamie O'Connell	01/26/10	0.5	Employee Benefits/Pension	Review draft motion regarding pension funding
Matthew Bonanno	01/26/10	0.9	Employee Benefits/Pension	Review draft pension motion
Jamie O'Connell	01/28/10	0.5	Employee Benefits/Pension	Review draft pension motion and circulate to financial advisors
		<u>1.9</u>		

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Professional	Date	Hours	Category	Explanation
Matthew Bonanno	01/02/10	1.2	Financing	Review draft engagement letters
Jamie O'Connell	01/03/10	0.5	Financing	Draft declaration regarding exit financing
Jamie O'Connell	01/03/10	0.5	Financing	Review draft engagement letters of prospective exit financing lenders
Jamie O'Connell	01/03/10	0.2	Financing	Correspondence regarding engagement letters of prospective exit financing lenders
Jamie O'Connell	01/04/10	0.2	Financing	Call with counsel regarding exit financing matters
Matthew Bonanno	01/04/10	2.3	Financing	Analysis regarding exit financing
Matthew Bonanno	01/04/10	0.2	Financing	Correspondence with potential exit financing lender
Jamie O'Connell	01/05/10	0.4	Financing	Correspondence regarding engagement letters of prospective exit financing lenders
Jamie O'Connell	01/05/10	0.6	Financing	Draft declaration regarding exit financing
Jamie O'Connell	01/05/10	0.9	Financing	Call with management, K&E and potential exit financing lenders
Jamie O'Connell	01/05/10	0.1	Financing	Follow up call with M. Bonanno
Jamie O'Connell	01/05/10	0.2	Financing	Call with K&E regarding exit financing
Jamie O'Connell	01/05/10	0.2	Financing	Status meeting with M. Bonanno
Matthew Bonanno	01/05/10	0.6	Financing	Call with prospective exit financing lender
Matthew Bonanno	01/05/10	1.4	Financing	Correspondence with potential exit financing lender
Matthew Bonanno	01/05/10	0.9	Financing	Analysis regarding exit financing
Matthew Bonanno	01/05/10	0.1	Financing	Call with management, K&E and potential exit financing lenders
Matthew Bonanno	01/05/10	0.2	Financing	Follow up call with J. O'Connell
Matthew Bonanno	01/05/10	0.2	Financing	Call with K&E regarding exit financing
Matthew Bonanno	01/05/10	0.2	Financing	Status meeting with J. O'Connell
Matthew Bonanno	01/05/10	0.2	Financing	Call with prospective exit financing lender
Jamie O'Connell	01/06/10	0.3	Financing	Discussion with M. Bonanno and M. Sperling regarding deferred payment obligations
Jamie O'Connell	01/06/10	0.9	Financing	Call with potential exit financing lender and management
Jamie O'Connell	01/06/10	0.3	Financing	Status update with M. Bonanno and M. Sperling
Jamie O'Connell	01/06/10	0.6	Financing	Call with E. Filon regarding deferred payment analysis and exit financing
Matthew Bonanno	01/06/10	0.3	Financing	Discussion with J. O'Connell and M. Sperling regarding deferred payment obligations
Matthew Bonanno	01/06/10	0.2	Financing	Call with E. Filon regarding deferred payment analysis and exit financing
Matthew Bonanno	01/06/10	0.3	Financing	Status update J O'Connell
Matthew Bonanno	01/06/10	0.4	Financing	Status update J O'Connell and M. Sperling
Matthew Bonanno	01/06/10	0.9	Financing	Financial analysis
Michael Sperling	01/06/10	0.3	Financing	Call with potential exit financing lender and management
Michael Sperling	01/06/10	0.3	Financing	Discussion with J. O'Connell and M. Bonanno regarding deferred payment obligations
Michael Sperling	01/06/10	0.9	Financing	Status update J O'Connell and M. Bonanno
Michael Sperling	01/06/10	0.6	Financing	Call with potential exit financing lender and management
Jamie O'Connell	01/07/10	0.7	Financing	Call with E. Filon regarding deferred payment analysis and exit financing
Jamie O'Connell	01/07/10	0.1	Financing	Conference call with management, counsel and prospective exit financing lenders
Matthew Bonanno	01/07/10	0.7	Financing	Call with C. Greco of Kirkland regarding engagement letters of exit lenders
Matthew Bonanno	01/07/10	0.3	Financing	Conference call with management, counsel and prospective exit financing lenders
Matthew Bonanno	01/07/10	0.9	Financing	Review correspondence related to exit financing
Michael Sperling	01/07/10	0.3	Financing	Exit financing working group list
Jamie O'Connell	01/08/10	0.6	Financing	Draft declaration regarding exit financing
Jamie O'Connell	01/08/10	0.7	Financing	Review draft exit financing motion
Jamie O'Connell	01/08/10	0.3	Financing	Correspondence to management and counsel regarding exit financing matters
Jamie O'Connell	01/08/10	0.2	Financing	Call with K&E regarding exit financing

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Professional	Date	Hours	Category	Explanation
Jamie O'Connell	01/08/10	1.3	Financing	Calls and correspondence related to exit financing motions
Matthew Bonanno	01/08/10	1.2	Financing	Review draft exit financing motion and O'Connell declaration
Matthew Bonanno	01/08/10	0.4	Financing	Correspondence with K&E regarding exit financing
Matthew Bonanno	01/08/10	0.2	Financing	Call with K&E regarding exit financing
Matthew Bonanno	01/08/10	1.3	Financing	Calls and correspondence related to exit financing motions
Matthew Bonanno	01/08/10	0.2	Financing	Status update with M. Sperling
Michael Sperling	01/08/10	0.2	Financing	Status update with M. Bonanno
Michael Sperling	01/08/10	0.2	Financing	Call with M. Narducci re: exit financing working group list
Michael Sperling	01/08/10	0.5	Financing	Update working group list re: exit financing
Jamie O'Connell	01/12/10	0.2	Financing	Call with E. Leibenstein regarding various matters
Jamie O'Connell	01/12/10	0.5	Financing	Call with E. Filon and M. Sperling regarding committee call
Jamie O'Connell	01/12/10	1.2	Financing	Prepare for conference call with financial advisors
Jamie O'Connell	01/12/10	0.9	Financing	Conference call with financial advisors regarding exit financing
Jamie O'Connell	01/12/10	0.3	Financing	Internal follow-up call with M. Bonanno and M. Sperling
Matthew Bonanno	01/12/10	0.9	Financing	Conference call with financial advisors regarding exit financing
Matthew Bonanno	01/12/10	0.3	Financing	Internal follow-up call with J. O'Connell and M. Sperling
Michael Sperling	01/12/10	0.5	Financing	Call with E. Filon and J. O'Connell regarding exit financing advisor discussion
Michael Sperling	01/12/10	0.9	Financing	Conference call with financial advisors regarding exit financing
Michael Sperling	01/12/10	0.3	Financing	Internal follow-up call with J. O'Connell and M. Bonanno
Jamie O'Connell	01/13/10	0.2	Financing	Call with C. Greco of Kirkland regarding exit financing matters
Jamie O'Connell	01/13/10	0.3	Financing	Correspondence regarding exit financing
Jamie O'Connell	01/14/10	0.7	Financing	Correspondence regarding exit financing
Jamie O'Connell	01/14/10	1.5	Financing	Review and comment on draft motion regarding DIP and letter of credit facilities
Jamie O'Connell	01/14/10	0.1	Financing	Call with C. Greco of Kirkland regarding exit financing matters
Jamie O'Connell	01/14/10	0.5	Financing	Call with management and counsel regarding exit financing
Jamie O'Connell	01/14/10	0.7	Financing	Call with management, counsel and advisors to unsecureds regarding exit financing
Jamie O'Connell	01/14/10	0.5	Financing	Follow-up call with management and counsel regarding exit financing
Jamie O'Connell	01/14/10	0.5	Financing	Draft declaration regarding exit financing
Matthew Bonanno	01/14/10	0.5	Financing	Call with management and counsel regarding exit financing
Matthew Bonanno	01/14/10	0.7	Financing	Call with management, counsel and advisors to unsecureds regarding exit financing
Matthew Bonanno	01/14/10	0.5	Financing	Follow-up call with management and counsel regarding exit financing
Jamie O'Connell	01/15/10	0.4	Financing	Review motion regarding exit financing
Michael Sperling	01/16/10	1.1	Financing	Financial analysis re: foreign vs. domestic cash flow breakdown
Jamie O'Connell	01/17/10	1.5	Financing	Financial analysis regarding foreign vs. domestic cash flows
Matthew Bonanno	01/17/10	1.2	Financing	Financial analysis re: foreign vs. domestic cash flow breakdown
Matthew Bonanno	01/17/10	0.3	Financing	Call w/ M. Sperling re: foreign vs. domestic cash flow breakdown
Michael Sperling	01/17/10	5.2	Financing	Financial analysis re: foreign vs. domestic cash flow breakdown
Michael Sperling	01/17/10	0.3	Financing	Call w/ M. Bonanno re: foreign vs. domestic cash flow breakdown
Jamie O'Connell	01/18/10	0.9	Financing	Financial analysis regarding foreign vs. domestic cash flows
Jamie O'Connell	01/18/10	0.6	Financing	Calls w/ M. Sperling re: foreign vs. domestic cash flow breakdown
Jamie O'Connell	01/18/10	1.0	Financing	Conference call with Grace management regarding cash flow analysis
Matthew Bonanno	01/18/10	0.5	Financing	Financial analysis re: foreign vs. domestic cash flow breakdown
Michael Sperling	01/18/10	0.6	Financing	Calls w/ J. O'Connell re: foreign vs. domestic cash flow breakdown
Michael Sperling	01/18/10	1.0	Financing	Conference call with Grace management regarding cash flow analysis

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Professional	Date	Hours	Category	Explanation
Michael Sperling	01/18/10	3.7	Financing	Financial analysis re: foreign vs. domestic cash flow breakdown
Michael Sperling	01/18/10	3.4	Financing	Additional financial analysis re: foreign vs. domestic cash flow breakdown
Michael Sperling	01/18/10	0.2	Financing	Call w/ E. Filon re: foreign vs. domestic cash flow breakdown
Michael Sperling	01/18/10	0.4	Financing	Call w/ E. Filon re: foreign vs. domestic cash flow breakdown
Michael Sperling	01/18/10	0.1	Financing	Call w/ E. Filon re: foreign vs. domestic cash flow breakdown
Michael Sperling	01/18/10	0.4	Financing	Call w/ A. Gibbons re: foreign vs. domestic cash flow breakdown
Michael Sperling	01/18/10	0.5	Financing	Call w/ A. Gibbons re: foreign vs. domestic cash flow breakdown
Michael Sperling	01/18/10	1.0	Financing	Conference call with Grace management regarding cash flow analysis
Michael Sperling	01/21/10	3.6	Financing	Financial analysis re: foreign vs. domestic cash flow breakdown
Jamie O'Connell	01/22/10	0.4	Financing	Call with E. Filon and internal team regarding cash flow analysis
Matthew Bonanno	01/22/10	0.4	Financing	Call with Goldman Sachs regarding exit financing
Matthew Bonanno	01/22/10	0.4	Financing	Call with E. Filon and internal team regarding cash flow analysis
Michael Sperling	01/22/10	0.4	Financing	Call with E. Filon and internal team regarding cash flow analysis
Michael Sperling	01/22/10	3.6	Financing	Financial analysis re: foreign vs. domestic cash flow breakdown
Michael Sperling	01/25/10	0.2	Financing	Call with E. Filon and A. Arshad regarding cash flow analysis
Michael Sperling	01/25/10	0.1	Financing	Call with A. Arshad regarding cash flow analysis
Michael Sperling	01/25/10	0.5	Financing	Call with A. Arshad regarding cash flow analysis
Michael Sperling	01/25/10	0.3	Financing	Call with A. Arshad regarding cash flow analysis
Michael Sperling	01/25/10	2.1	Financing	Financial analysis re: foreign vs. domestic cash flow breakdown
Jamie O'Connell	01/26/10	0.7	Financing	Call with H. La Force, E. Filon and Goldman Sachs regarding exit financing
Matthew Bonanno	01/26/10	0.3	Financing	Review correspondence related to exit financing
Matthew Bonanno	01/26/10	0.7	Financing	Call with H. La Force, E. Filon and Goldman Sachs regarding exit financing
Michael Sperling	01/26/10	0.3	Financing	Call with E. Filon regarding cash flow analysis
Michael Sperling	01/26/10	0.7	Financing	Financial analysis re: foreign vs. domestic cash flow breakdown
Jamie O'Connell	01/27/10	0.4	Financing	Review ART credit agreement motion
Jamie O'Connell	01/28/10	0.2	Financing	Review correspondence regarding exit financing
Jamie O'Connell	01/29/10	0.2	Financing	Call with Goldman Sachs regarding exit financing
Jamie O'Connell	01/29/10	0.4	Financing	Various calls related to exit financing and committee information requests
Matthew Bonanno	01/29/10	0.4	Financing	Correspondence and information requests related to exit financing
Matthew Bonanno	01/29/10	0.4	Financing	Various calls related to exit financing and committee information requests
		<b>81.9</b>		

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Professional	Date	Hours	Category	Explanation
Matthew Bonanno	01/20/10	3.5	Non-Working Travel Time	Travel to Columbia, MD from NYC for management meetings
Michael Sperling	01/20/10	3.5	Non-Working Travel Time	Travel to Columbia, MD from NYC for management meetings
Matthew Bonanno	01/21/10	3.5	Non-Working Travel Time	Travel to NYC from Columbia, MD for management meetings
Michael Sperling	01/21/10	3.5	Non-Working Travel Time	Travel to NYC from Columbia, MD for management meetings
		<u>14.0</u>		

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Professional	Date	Hours	Category	Explanation
Michael Sperling	01/04/10	0.3	Other	Updating contact list
Jamie O'Connell	01/06/10	0.2	Other	Call with management
Matthew Bonanno	01/06/10	0.2	Other	Call with management
Jamie O'Connell	01/15/10	2.0	Other	Management meeting regarding various matters
Jamie O'Connell	01/15/10	1.2	Other	Follow-up correspondence regarding management meeting
Jamie O'Connell	01/15/10	0.2	Other	Status update with M. Bonanno
Matthew Bonanno	01/15/10	2.0	Other	Management meeting regarding various matters
Matthew Bonanno	01/15/10	0.2	Other	Status update with J. O'Connell
Jamie O'Connell	01/19/10	0.3	Other	Correspondence and call regarding management meeting
		<u>6.6</u>		



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Professional	Date	Hours	Category	Explanation
Jamie O'Connell	01/08/10	0.3	Plan and Disclosure Statement	Call with J. Baer and M. Bonanno regarding closing arguments and other matters
Matthew Bonanno	01/08/10	0.3	Plan and Disclosure Statement	Call with J. Baer and J. O'Connell regarding closing arguments and other matters
Jamie O'Connell	01/12/10	0.5	Plan and Disclosure Statement	Call with management, counsel re: POR and motions pending
Jamie O'Connell	01/19/10	0.6	Plan and Disclosure Statement	Call with management, counsel re: POR and motions pending
Matthew Bonanno	01/19/10	0.6	Plan and Disclosure Statement	Call with management, counsel re: POR and motions pending
Jamie O'Connell	01/26/10	0.6	Plan and Disclosure Statement	Call with management, counsel re: POR and motions pending
		<u>2.9</u>		